

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER

Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

March 2, 2011

Robert Clark 1758 South 900 East Salt Lake City, Utah 84105

Subject: Reclamation Surety Required, Robert L. Clark, Number One Clark/Emeride Mine,

S/015/0074, Emery County, Utah

Dear Mr. Clark:

The referenced Notice of Intent to Commence Small Mining Operations (NOI), received by the Division on February 22, 2011, is complete with the exception of the reclamation bonding requirement. The reclamation surety is determined to be \$11,800.00 for a 3-year escalation or \$11,900.00 for a 5-year escalation. This was determined based on:

Project Size (Acres)	Surety 3 & 5 year escalation	Comments
1 or less acres	\$7,400 (3-year escalation) \$7,500 (5-year escalation)	Minimum amount required
Additional acres up to 5 acres	\$4,400/ acre (3-year escalation) \$4,400/acre (5-year escalation)	Partial acreages rounded up (e.g., 1.2 acres = 2 acres)
		\$11,800.00 for 3 years \$11,900.00 for 5 years

Please submit the reclamation surety and reclamation contract within the next 30 days. No mining related disturbance may be created until the surety is received and approved, and you have received written acceptance from this office as well as other applicable agencies.

The reclamation surety can be submitted in one of several forms, including, an irrevocable letter of credit, a certificate of deposit, cash or a surety bond. Please contact Penny Berry at (801) 538-5291 or e-mail bondcoordinator@utah.gov for assistance in completing this requirement.

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OIL, GAS & MINING

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Please contact me at 801-538-5261 or Wayne Western at 801-538-5263 if you have any questions regarding this letter. In reply please refer to file number S/015/0074.

Zincoloi,

Paul B. Baker

Minerals Program Manager

PBB:whw:eb

cc: John Blake SITLA,